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(SPACE BELOW FOR FILING STAMP ONLY)

Proposed Attorney for
Chapter 11 Debtor-in-Possession

UNITED STATES BANKRUPTCY COURT

CENTRAL DISTRICT OF CALIFORNIA, SAN FERNANDO VALLEY DIVISION

IN RE:)
SOCAL CLIMATE CONTROL &)
MECHANICAL, INC.,)
Debtor-in-Possession.)

Case No. 1:24-bk-10371-MB

CHAPTER 11 (Sub V)

**DEBTOR'S FIRST AMENDED CHAPTER 11
PLAN OF REORGANIZATION**

Confirmation Hearing:
Date: September 10, 2024
Time: 1:30 p.m.
Ctrm: Courtroom 303
21041 Burbank Boulevard
Woodland Hills, CA 91367

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I.

INTRODUCTION

Socal Climate Control & Mechanical, Inc. (hereinafter "Debtor") is the Debtor in a Chapter 11 Subchapter V bankruptcy case. On March 8, 2024, Debtor commenced a bankruptcy case by filing a voluntary petition under Chapter 11 Subchapter V of the United States Bankruptcy Code ("Code"), 11 U.S.C. § 101 et seq. Subchapter V of Chapter 11 allows a debtor to propose a plan of reorganization which sets forth how a debtor will treat claims and exit bankruptcy. A plan may provide for a debtor to reorganize by continuing to operate, to liquidate by selling assets of the estate, or a combination of both. The Debtor is the party proposing this plan (the "Plan").

This Plan is a plan of reorganization. In other words, the Debtor seeks to make payments under the Plan to holders of allowed claims. The timing of payments to particular creditor groups will depend upon their classification under the Plan. The Effective Date of the Plan is the first business day which is fourteen (14) calendar days following the date of entry of the order confirming the Plan unless a stay of confirmation order is in effect, in which case the Effective Date will be the first business day after the date on which the stay of confirmation order has been lifted, provided that the confirmation order has not been vacated, with the payment(s) beginning by the first day of the following month.

The Plan cannot tell you everything about your rights. You should consider consulting your own lawyer to obtain more specific advice on how this Plan will affect you and what is the best course

of action for you.

A. Deadlines for Voting and Objecting; Date of Plan Confirmation Hearing

THE COURT HAS NOT YET CONFIRMED THE PLAN. IN OTHER WORDS, THE TERMS OF THE PLAN ARE NOT YET BINDING ON ANYONE. HOWEVER, IF THE COURT LATER CONFIRMS THE PLAN, THEN THE PLAN WILL BE BINDING ON THE DEBTOR AND ON ALL CREDITORS AND INTEREST HOLDERS IN THIS CASE.

1. Time and Place of the Confirmation Hearing

The hearing where the Court will determine whether or not to confirm the Plan will take place on September 10, 2024 at 1:30 p.m. in Courtroom 303, 21041 Burbank Blvd., Woodland Hills, California 91367.

2. Deadline For Voting For or Against the Plan

If you are entitled to vote, it is in your best interest to timely vote on the enclosed ballot and return the ballot to Thomas B. Ure at Ure Law Firm. Ballots can be submitted at the following physical address:

Ure Law Firm, APC

Attn: Thomas B. Ure

8280 Florence Avenue, Suite 200

Downey, California 90240.

Alternatively, ballots can be emailed to the following address:

tom@urelawfirm.com

The deadline to return ballots has passed. However, the original plan incorrectly classified certain creditors as unimpaired and, therefore, not entitled to vote. The following

creditors are impaired and, therefore, entitled to vote:

1. Rapid Duct;
2. Rapid Permit;
3. Sigler Group.

If those creditors wish to cast a ballot, those ballots must be received by September 3, 2024 or it will not be counted.

3. Deadline for Objecting to the Confirmation of the Plan

Objections to the confirmation of the Plan must be filed with the Court and served upon Thomas B. Ure at Ure Law Firm. The contact information for Thomas B. Ure is 8280 Florence Avenue, Suite 200, Downey, California 90240. The deadline to file an objection to the amended plan is August 27, 2024.

4. Identity of Person to Contact for More Information Regarding the Plan

Any interested party desiring further information about the Plan should contact counsel for Debtor, Thomas B. Ure at Ure Law Firm. The contact information for Thomas B. Ure is 8280 Florence Avenue, Suite 200, Downey, California 90240, Telephone 213-202-6070 or e-mail tom@urelawfirm.com.

II.

BACKGROUND

A. Description and History of the Debtor's Business

Debtor is a residential and light commercial HVAC contractor providing maintenance, repair and installation of HVAC systems. Debtor has the required licenses to conduct its business.

B. Principals/Affiliates of Debtor's Business

Debtor is 50% owned by Tammy Navarro, 25% owned by Carey Mead

1 and 25% owned by Michael Molloy.

2 **C. Events Leading to Chapter 11 Filing**

3 Debtor's business suffered temporary cash flow issues caused
4 by a severe decline in sales due to the slowing of the consumer
5 economy in the residential HVAC market nationwide. In addition,
6 Debtor's expenses increased due to an increase in the cost of HVAC
7 equipment caused by Covid 19 supply chain interruption and new
8 state and federal efficiency regulations, lead generation, fuel,
9 labor and insurance. Overhead for the business also increased
10 along with increases in interest rates and lowering of consumer
11 financing approvals which caused cash flow issues resulting in the
12 company taking out several high interest merchant credit accounts
13 and falling behind on vendor and creditor payments which
14 necessitated the need to file bankruptcy. To supplement the income
15 lost, SCCM borrowed nearly \$340,000 from accounts receivable
16 lenders ("Merchant Cash Advance Loans"). The service on this debt
17 was nearly \$15,000.00 per week. As a result, SCCM has found it
18 short on cash and unable to meet its regular operating expenses
19 such as payroll, insurance, and materials and supplies.

20 **D. Description of the Available Assets and Their Value**

21 A list of all of the Debtor's assets is attached hereto as
22 Exhibit "A". The Debtor's assets have an approximate value of
23 \$739,234.70. See Exhibit A for details.

24 **E. Current and Historical Financial Conditions**

25 Historical financial information during the pendency of this
26 case as well as Debtor's projection of income and expenses during
27 the term of the Plan is set forth in Exhibit B.

III.

SUMMARY OF THE PLAN OF REORGANIZATION

A. What Creditors and Interest Holders Will Receive Under This Plan

As required by the Bankruptcy Code, the Plan classifies claims and interests in various classes according to their right to priority. The Plan states whether each class of claims or interests is impaired or unimpaired. The Plan provides the treatment each class will receive.

B. Unclassified Claims

Certain types of claims are not placed into voting classes; instead they are unclassified. They are not considered impaired and they do not vote on the Plan because they are automatically entitled to specific treatment provided for them in the Bankruptcy Code. As such, the Debtor has not placed the following claims in a class.

1. Administrative Expenses

Administrative expenses are claims for costs or expenses of administering the Debtor's Chapter 11 case which are allowed under Code section 507(a)(1). The Code requires that all administrative claims be paid on the Effective Date of the Plan, unless a particular claimant agrees to a different treatment.

The following chart lists all of the Debtor's § 507(a)(1) administrative claims and their treatment under the Plan:

Administrative Priority	Amount Owed	Proposed Treatment
Claimholder		

1 Thomas B. Ure (Attorney for Debtor)	\$60,000.00 (estimated)	Once fees have been approved by the Court, Debtor shall immediately pay any balance due from available cash on hand.
8 SubV Trustee Fees	\$15,000.00 (estimated)	Once fees have been approved by the Court, Debtor shall immediately pay any balance due from available cash on hand.
15 Clerk's Office Fees	\$0.00 (estimated)	Paid when due.

Court Approval of Fees Required:

The Court must rule on all fees listed in this chart before the fees will be owed. For all fees except Clerk's Office fees and U.S. Trustee's fees, the professional in question must file and serve a properly noticed fee application and the Court must rule on the application. Only the amount of fees allowed by the Court will be owed and required to be paid under this Plan.

The Debtor will pay administrative claims incurred in the ordinary course of business in the ordinary course of business, when due and pursuant to their terms. Any other unpaid administrative claims will be paid upon the latter of the Effective

1 Date or entry of an order allowing such administrative claim
2 (unless the claimant and Debtor agree otherwise).

3 Unpaid administrative claims on the Effective Date of the Plan
4 will be paid from any cash on hand and from funds in Debtor's
5 counsel trust account. Any remaining claims will be paid from
6 Debtor's monthly disposable until paid in full and prior to any
7 distribution to general unsecured creditors in Class 3.

8 **2. Priority Tax Claims**

9 Priority tax claims are certain unsecured income, employment
10 and other taxes described by Code Section 507(a)(8). The Code
11 requires that each holder of such a 507(a)(8) priority tax claim
12 receive the present value of such claim in deferred cash payments,
13 over a period not exceeding five years from the petition date.

14 **a. Internal Revenue Service**

15 A claim was filed by the Internal Revenue Service ("IRS")
16 based on missing tax returns but Debtor has since filed the tax
17 returns and does not believe there is any tax liability. The Debtor
18 expects the IRS to file an amended claim. However, for purposes of
19 confirmation, Debtor is prepared to pay the filed claim of the IRS
20 in the amount of \$1,500.22 with the current statutory rate of
21 interest (published rate is 8% from July 1, 2024 through September
22 30, 2024) in equal monthly payments such that the Allowed Priority
23 claim is paid within five years from the petition date. The Debtor
24 anticipates 54 monthly payments of \$33.17. The first payment shall
25 be due on the First Business Day of the calendar month following
26 the Effective Date. The administrative costs of objecting to this
27 claim would likely exceed paying the claim and, therefore, no
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objection to the claim will be filed.

b. Franchise Tax Board

A claim was filed by the Franchise Tax Board ("FTB") with an asserted priority claim of \$26,940.05. Payments of the FTB Priority Tax claim shall be made with the current statutory rate of interest (published rate is 8% from July 1, 2024 through December 31, 2024) in equal monthly payments such that the Allowed Priority claim is paid within five years from the petition date. The Debtor anticipates 54 monthly payments of \$595.71. The first payment shall be due on the First Business Day of the calendar month following the Effective Date.

c. Los Angeles County Treasurer & Tax Collector

A claim was filed by the Los Angeles County Treasurer & Tax Collector ("LACTTC") with an asserted priority claim of \$359.81. Payments of the LACTTC claim shall be made with the current statutory rate of interest (18%) in equal monthly payments such that the Allowed Priority claim is paid within five years from the petition date. The Debtor anticipates 54 monthly payments of \$9.77. The first payment shall be due on the First Business Day of the calendar month following the Effective Date.

C. Classified Claims and Interests

1. Classes of Secured Claims

Secured claims are claims secured by liens on property of the estate.

Class 1

a. Description

Name: Daikin Comfort Technologies Distribution Inc.

Collateral: To secure payment and performance of all debts, obligations and liabilities of Applicant to Creditors, of whatever kind or nature, and whether incurred now, previously or in the future, including without limitation Applicant's obligation to pay for merchandise purchased from one or more of the Creditors, Applicant hereby grants Creditors a continuing first priority security interest in all inventory (including goods held for sale, lease or resale, goods provided or to be provided to third parties under contracts of lease, consignment or service, and spare or replacement parts) and equipment sold or provided, or to be sold or provided, to Applicant by any of the Creditors, and in all returns, repossessions, substitutions, attachments and accessions thereto or thereof, and in all proceeds and products of the foregoing, including without limitation accounts, instruments, cash and chattel paper, wherever located, and whether now owned or hereafter acquired or arising (collectively, the "Collateral").

Collateral value: varies

Priority of security interest: UCC filed 8/3/2023

Principal owed: \$32,318.07

Insider/Not an Insider: Not an insider.

Impaired/Not Impaired: Impaired.

Treatment: The treatment of class 1a shall be for Debtor to pay in full with the current Federal Judgment Rate of interest (4.52%). The Debtor anticipates 60 monthly payments of \$602.80. The first payment shall be due on the First Business Day of the calendar month following the Effective Date.

b. Description

1 Name: Premier America Credit Union
2 Collateral: 2019 Ram Truck - VIN xxx0592
3 Collateral value: \$29,600.00
4 Priority of security interest: First
5 Principal owed: \$33,413.67

6 **Insider/Not an Insider:** Not an insider.

7 **Impaired/Not Impaired:** Impaired.

8 **Treatment:** The treatment of class 1b shall be for Debtor to
9 pay the secured portion of the claim with 5% annual interest over
10 60 months with monthly payments of \$558.59 and the unsecured
11 portion of the claim in the amount of \$3,813.67 shall be paid
12 along with the other unsecured claims in Class 3. Valuation of
13 the secured portion of this claim is based on creditor's admission
14 of value stated in its filed Proof of Claim.

15 **c. Description**

16 Name: Premier America Credit Union
17 Collateral: 2019 Ram Truck - VIN xxx5816
18 Collateral value: \$27,450.00
19 Priority of security interest: First
20 Principal owed: \$35,738.94

21 **Insider/Not an Insider:** Not an insider.

22 **Impaired/Not Impaired:** Impaired.

23 **Treatment:** The treatment of class 1c shall be for Debtor to
24 pay the secured portion of the claim with 5% annual interest over
25 60 months with monthly payments of \$518.02 and the unsecured
26 portion of the claim in the amount of \$8,288.94 shall be paid
27 along with the other unsecured claims in Class 3. Valuation of
28

the secured portion of this claim is based on creditor's admission of value stated in its filed Proof of Claim.

d. Description

Name: Byzfunder, LLC

Collateral: (i) all tangible and intangible personal property of Debtor, including, all accounts, deposit accounts, chattel paper, documents, equipment, general intangibles, instruments, inventory, investment property (including certificated and uncertificated securities, securities accounts, securities entitlements, commodity contracts and commodity accounts), letter of credit rights, commercial tort claims and as-extracted collateral; (ii) all patents, patent applications, trademarks, trade names, service marks, logos, copyrights, and other sources of business identifiers, and all registrations, recordings and applications with the U.S. Patent and Trademark Office ("USPTO") and U.S. Copyright Office and all renewals, reissues and extensions thereof (collectively "IP"), together with any written agreement granting any right to use any IP; and (iii) all accessions, attachments, accessories, parts, supplies and replacements, products, proceeds and collections with respect to the items described in (I) and (ii) above, as those terms are defined in Article 9 of the UCC and all records and data relating thereof.

Collateral value: varies

Priority of security interest: UCC filed 11/22/2023

Principal owed: \$169,806.25

Insider/Not an Insider: Not an insider.

Impaired/Not Impaired: Impaired.

1 **Treatment:** The treatment of class 1d shall be for Debtor to
2 pay the claim in full with the current Federal Judgment Rate of
3 interest (4.52%). The Debtor anticipates 60 monthly payments of
4 \$3,167.25. The first payment shall be due on the First Business
5 Day of the calendar month following the Effective Date.

6 **e. Description**

7 Name: Ally Bank c/o AIS Portfolio Services, LLC

8 Collateral: 2017 Ram Promaster - VIN xxx9851

9 Collateral value: \$15,471.00

10 Priority of security interest: First

11 Principal owed: \$20,655.78

12 **Insider/Not an Insider:** Not an insider.

13 **Impaired/Not Impaired:** Impaired.

14 **Treatment:** The treatment of class 1c shall be for Debtor to
15 pay the secured portion of the claim with 5% annual interest over
16 60 months with monthly payments of \$291.96 and the unsecured
17 portion of the claim in the amount of \$5,184.78 shall be paid
18 along with the other unsecured claims in Class 3. Valuation of
19 the secured portion of this claim is based on creditor's admission
20 of value stated in its filed Proof of Claim.

21 **f. Description**

22 Name: Pawnee Leasing Corporation

23 Collateral: 2019 Ford - VIN 8920 & 2017 GMC VIN 2551)

24 Collateral value: \$79,492.56

25 Priority of security interest: First

26 Principal owed: \$79,492.56

27 **Insider/Not an Insider:** Not an insider.

Impaired/Not Impaired: Impaired.

Treatment: The treatment of class 1f shall be for Debtor to pay the secured portion of the claim with 5% annual interest over 60 months with monthly payments of \$1,500.12.

g. Description

Name: ACPro

Collateral: unknown

Collateral value: unknown

Priority of security interest: unknown

Principal owed: \$0.00

Insider/Not an Insider: Not an insider.

Impaired/Not Impaired: Impaired.

Treatment: ACPro was listed as a secured creditor in the schedules and the claim was scheduled as disputed. No Proof of Claim was filed and no payments will be made to this creditor in the plan.

h. Description

Name: Ally Financing

Collateral: 2019 Chevy Colorado

Collateral value: \$5,200.01

Priority of security interest: First

Principal owed: \$5,200.01

Insider/Not an Insider: Not an insider.

Impaired/Not Impaired: Impaired.

Treatment: The treatment of class 1h shall be for Debtor to pay the secured portion of the claim with 5% annual interest over 60 months with monthly payments of \$98.13.

1 **i. Description**

2 Name: Premium Financing

3 Collateral: unknown

4 Collateral value: unknown

5 Priority of security interest: unknown

6 Principal owed: unknown

7 **Insider/Not an Insider:** Not an insider.

8 **Impaired/Not Impaired:** Not Impaired.

9 **Treatment:** Premium Financing was listed as a secured creditor
10 in the schedules. However, this creditor has been paid monthly
11 as part of the approved budget in order to provide continuing
12 insurance coverage required to operate. In addition, to the
13 extent that this entity had a prepetition claim, that policy has
14 been cancelled and replaced with a new policy postpetition which
15 also calls for monthly payments to Premium Financing. No Proof of
16 Claim was filed and no payments will be made to this creditor in
17 the plan. The schedules have been amended to remove Premium
18 Finance.

19 **j. Description**

20 Name: Rapid Duct

21 Collateral: none

22 Collateral value: n/a

23 Priority of security interest: n/a

24 Principal owed: \$31,465.00

25 **Insider/Not an Insider:** Not an insider.

26 **Impaired/Not Impaired:** Impaired.

27 **Treatment:** Rapid Duct was listed as a secured creditor in the
28

schedules. This was incorrect as the claim should have been listed as unsecured. A late unsecured Proof of Claim was filed in the amount of \$31,465.00 and Debtor will pay this claim as a Class 3 creditor. Amended Schedules have been filed correctly listing this claim as general unsecured.

k. Description

Name: Rapid Permit

Collateral: none

Collateral value: n/a

Priority of security interest: n/a

Principal owed: \$5,825.95

Insider/Not an Insider: Not an insider.

Impaired/Not Impaired: Impaired.

Treatment: Rapid Permit was listed as a secured creditor in the schedules. This was incorrect as the claim should have been listed as unsecured. A late unsecured Proof of Claim was filed in the amount of \$5,815.95 and Debtor will pay this claim as a Class 3 creditor. Amended Schedules have been filed correctly listing this claim as general unsecured.

l. Description

Name: Sigler and its assignee L.A. Commercial Group, Inc.

Collateral: none

Collateral value: n/a

Priority of security interest: n/a

Principal owed: \$66,615.24

Insider/Not an Insider: Not an insider.

Impaired/Not Impaired: Impaired.

Treatment: Sigler was listed as a secured creditor in the schedules and the claim was not listed as disputed. No Proof of Claim was filed. Sigler's claim was assigned postpetition to L.A. Commercial Group, Inc. and a civil lawsuit was filed in the North Valley District Superior Court of California, County of Los Angeles against Tammy Navarro and Carey Mead (insiders of Debtor) based on their personal guarantees of this account. The pending civil case asserts a principal balance of \$34,783.72 plus attorney fees in the amount of \$1,433.51 and collection costs in the amount of \$12,174.30. Debtor has filed Amended Schedules D & E/F which moves this claim from secured to unsecured and reduces the claim amount to \$34,783.72. The remaining portion of the claim for collection costs and attorney's fees is disputed.

m. Description

Name: Tandem Finacial
Collateral: 2017 GMC Savana
Collateral value: \$19,500.00
Priority of security interest: First
Principal owed: \$19,500.00

Insider/Not an Insider: Not an insider.

Impaired/Not Impaired: Impaired.

Treatment: The treatment of class 1m shall be for Debtor to pay the secured portion of the claim with 5% annual interest over 60 months with monthly payments of \$367.99.

2. Class 2 - Classes of Priority Unsecured Claims

Certain priority claims that are referred to in Code Sections 507(a)(3), (4), (5), (6), and (7) are required to be placed in

1 classes. These types of claims are entitled to priority treatment
2 as follows: the Code requires that each holder of such a claim
3 receive cash on the Effective Date equal to the allowed amount of
4 such claim. However, a class of unsecured priority claim holders
5 may vote to accept deferred cash payments of a value, as of the
6 Effective Date, equal to the allowed amount of such claims.

7 Debtor does not believe that any such claims exist.

8 **3. Class 3 - Classes of General Unsecured Claims**

9 General unsecured claims are unsecured claims not entitled to
10 priority under Code Section 507(a).

11 **Description**

12 In the present case, the Debtor estimates that Class 3
13 general unsecured debt totals \$829,976.64 (see Exhibit C hereto for
14 detailed information about each general unsecured claim).

15 **Insiders/Not Insiders:** Not an insider.

16 **Impaired/Not Impaired:** Impaired.

17 **Treatment:**

18 Class 3 will be paid in full pro rata over sixty (60) monthly
19 with a estimated monthly payment of \$13,832.94. Debtor's
20 projected disposable income for the 60 months after the effective
21 date of the plan projects that these payments are feasible (see
22 Exhibit B). Payments to Class 3 will not commence until
23 administrative claims have been paid in full. Debtor scheduled
24 an unsecured claim of David Posner in the amount of \$150,000.00.
25 It has since been determined that Debtor is not liable on the
26 Posner loan and the liability is for Debtor's insider only. No
27 Proof of Claim was filed by David Posner. No distribution will
28

1 be made to David Posner through Debtor's plan.

2 **D. Allowance and Disallowance of Claims**

3 **1. Disputed Claim**

4 A disputed claim is a claim that has not been allowed or
5 disallowed, and as to which either:

6 (i) a proof of claim has been filed or deemed filed, and the
7 Debtor or another party in interest has filed an objection;
8 or

9 (ii) no proof of claim has been filed, and the Debtor has
10 scheduled such claim as disputed, contingent, or
11 unliquidated.

12 No distribution will be made on account of a disputed claim
13 unless such claim is allowed. If a disputed claim becomes
14 allowed, it will be paid from the disputed claims reserve (see
15 section E below for more information on the disputed claims
16 reserve).

17 The Debtor will have the power and authority to settle and
18 compromise a disputed claim with Court approval and compliance
19 with Rule 9019 of the Federal Rules of Bankruptcy Procedure.

20 **E. Disputed Claims Reserve**

21 To the extent that there are any disputed claims, the Debtor
22 shall create a reserve account (the "Disputed Claim Reserve"), in
23 an amount sufficient to satisfy each disputed claim in a manner
24 consistent with the claim's treatment under this Plan should the
25 claim ultimately become an allowed claim. Debtor asserts the
26 amount of Disputed Claims is \$130,851.80 and, therefore, Debtor
27 will set aside \$2,180.86 per month for 60 months to establish a
28

Disputed Claim Reserve.

F. Treatment of Equity Interest Holders

Upon confirmation of this Plan, the existing equity interest holders of Debtor shall retain their equity interest in the reorganized Debtor with the same ownership percentage as held on the petition date, subject to the terms and conditions of this Plan.

G. Means of Effectuating the Plan

1. Funding for the Plan

The Plan will be funded from Debtor's continued operations.

2. Post-confirmation Management

Post-confirmation management shall remain the same as the current management which consists of Tammy Navarro, Carey Mead and Michael Molloy.

3. Disbursing Agent

Debtor shall act as the disbursing agent even if the plan is confirmed under section 1191(b). The Debtor will not be compensated for acting as the disbursing agent.

H. Risk Factors

The proposed Plan has the following risks:

Business income has and may continue to fluctuate with the economic conditions as well as the seasonal nature of Debtor's business.

I. Other Provisions of the Plan

1. Executory Contracts and Unexpired Leases

a. Assumptions

Debtor does not have any leases to assume or reject.

1 If you object to assumption of your lease by the Debtor or to
2 the proposed cure amount, then you must file an objection to the
3 Plan no later than two weeks prior to the confirmation hearing.
4 The Court has not yet set the date for a confirmation hearing.
5 Separate notice of the date for the confirmation hearing and the
6 deadline to object to confirmation will be provided by Debtor.

7 **b. Rejections**

8 Except for executory contracts and unexpired leases that have
9 been assumed, and if applicable assigned, before the effective
10 date, or that are the subject of a pending motion to assume, and
11 if applicable assign, the Debtor will be conclusively deemed to
12 have rejected all executory contracts and unexpired leases as of
13 the effective date.

14 THE BAR DATE FOR FILING A PROOF OF CLAIM BASED ON A CLAIM
15 ARISING FROM THE REJECTION OF A LEASE OR CONTRACT IS THIRTY DAYS
16 FROM THE EFFECTIVE DATE. Any claim based on the rejection of a
17 contract or lease will be barred if the proof of claim is not
18 timely filed, unless the Court later orders otherwise.

19 **2. Retention of Jurisdiction.**

20 The Court will retain jurisdiction to the extent provided by
21 law.

22 **J. Tax Consequences of Plan**

23 CREDITORS AND INTEREST HOLDERS CONCERNED WITH HOW THE PLAN
24 MAY AFFECT THEIR TAX LIABILITY SHOULD CONSULT WITH THEIR OWN
25 ACCOUNTANTS, ATTORNEYS, AND/OR ADVISORS. The following disclosure
26 of possible tax consequences is intended solely for the purpose
27 of alerting readers about possible tax issues this Plan may
28

1 present to the Debtor. The Proponent CANNOT and DOES NOT
2 represent that the tax consequences contained below are the only
3 tax consequences of the Plan because the Tax Code embodies many
4 complicated rules which make it difficult to state completely and
5 accurately all the tax implications of any action.

6 Debtor does not anticipate that confirmation of the Plan will
7 have a significant or material effect on its tax liability.

8 Debtor makes no representations regarding the potential tax
9 consequences to any creditor or other party.

10 **IV.**

11 **CONFIRMATION REQUIREMENTS AND PROCEDURES**

12 PERSONS OR ENTITIES CONCERNED WITH CONFIRMATION OR THIS PLAN
13 SHOULD CONSULT WITH THEIR OWN ATTORNEYS BECAUSE THE LAW ON
14 CONFIRMING A PLAN OF REORGANIZATION IS VERY COMPLEX. The
15 following discussion is intended solely for the purpose of
16 alerting readers about basic confirmation issues, which they may
17 wish to consider, as well as certain deadlines for filing claims.
18 The proponent CANNOT and DOES NOT represent that the discussion
19 contained below is a complete summary of the law on this topic.

20 Many requirements must be met before the Court can confirm a
21 Plan. Some of the requirements include that the Plan must be
22 proposed in good faith, acceptance of the Plan, whether the Plan
23 pays creditors at least as much as creditors would receive in a
24 Chapter 7 liquidation, and whether the Plan is feasible. These
25 requirements are not the only requirements for confirmation.

26 **A. Who May Vote or Object**

27 **1. Who May Object to Confirmation of the Plan**

1 Any party in interest may object to the confirmation of the
2 Plan, but as explained below not everyone is entitled to vote to
3 accept or reject the Plan.

4 **2. Who May Vote to Accept/Reject the Plan**

5 A creditor or interest holder has a right to vote for or
6 against the Plan if that creditor or interest holder has a claim
7 which is both (1) allowed or allowed for voting purposes and (2)
8 classified in an impaired class.

9 **a. What Is an Allowed Claim/Interest**

10 As noted above, a creditor or interest holder must first have
11 an allowed claim or interest to have the right to vote. Generally,
12 any proof of claim or interest will be allowed, unless a party in
13 interest brings a motion objecting to the claim. When an
14 objection to a claim or interest is filed, the creditor or
15 interest holder holding the claim or interest cannot vote unless
16 the Court, after notice and hearing, either overrules the
17 objection or allows the claim or interest for voting purposes.

18 THE BAR DATE FOR FILING A PROOF OF CLAIM IN THIS CASE WAS MAY
19 17, 2024 FOR NON-GOVERNMENTAL AGENCIES AND IS SEPTEMBER 4, 2024
20 FOR GOVERNMENTAL AGENCIES. A creditor or interest holder may have
21 an allowed claim or interest even if a proof of claim or interest
22 is not timely filed. A claim is deemed allowed if (1) it is
23 scheduled on the Debtor's schedules and such claim is not
24 scheduled as disputed, contingent, or unliquidated, and (2) no
25 party in interest has objected to the claim. An interest is deemed
26 allowed if it is scheduled and no party in interest has objected
27 to the interest. Consult Exhibits C to see how the Debtor has
28

1 characterized your claim or interest.

2 **b. What Is an Impaired Claim/Interest**

3 As noted above, an allowed claim or interest only has the
4 right to vote if it is in a class that is impaired under the Plan.
5 A class is impaired if the Plan alters the legal, equitable, or
6 contractual rights of the members of that class. For example, a
7 class comprised of general unsecured claims is impaired if the
8 Plan fails to pay the members of that class 100% of what they are
9 owed on the effective date of the plan.

10 In this case, Debtor asserts that classes 1a, 1b, 1c, 1d, 1e,
11 1f, 1h, 1m and 3 are impaired and that holders of claims in each
12 of these classes are therefore entitled to vote to accept or
13 reject the Plan. Parties who dispute the Debtor's
14 characterization of their claim or interest as being impaired or
15 unimpaired may file an objection to the Plan contending that the
16 Debtor has incorrectly characterized the class.

17 **3. Who is Not Entitled to Vote**

18 The following four types of claims are not entitled to vote:
19 (1) claims that have been disallowed; (2) claims in unimpaired
20 classes; (3) claims entitled to priority pursuant to Code sections
21 507(a)(1), (a)(2), and (a)(8); and (4) claims in classes that do
22 not receive or retain any value under the Plan. Claims in
23 unimpaired classes are not entitled to vote because such classes
24 are deemed to have accepted the Plan. Claims entitled to priority
25 pursuant to Code sections 507(a)(1), (a)(2), and (a)(7) are not
26 entitled to vote because such claims are not placed in classes and
27 they are required to receive certain treatment specified by the
28

Code. Claims in classes that do not receive or retain any value under the Plan do not vote because such classes are deemed to have rejected the Plan. EVEN IF YOUR CLAIM IS OF THE TYPE DESCRIBED ABOVE, YOU MAY STILL HAVE A RIGHT TO OBJECT TO THE CONFIRMATION OF THE PLAN.

4. Who Can Vote in More Than One Class

A creditor whose claim has been allowed in part as a secured claim and in part as an unsecured claim is entitled to accept or reject a Plan in both capacities by casting one ballot for the secured part of the claim and another ballot for the unsecured claim.

5. Votes Necessary to Confirm the Plan

If there is an impaired claim or claims and none vote in favor of the plan, Section 1191(b) provides that a non-consensual plan may be confirmed if it does not discriminate unfairly, and the plan is fair and equitable, with respect to each class of claims or interests that is impaired and has not accepted the plan. Cramdown confirmation is possible in subchapter V cases even if § 1129(a)(10) is not satisfied and no impaired class of creditors accepts the plan.

6. Votes Necessary for a Class to Accept the Plan

A class of claims is considered to have accepted the Plan when more than one-half (1/2) in number and at least two-thirds (2/3) in dollar amount of the claims which actually voted, voted in favor of the Plan. A class of interests is considered to have accepted the Plan when at least two-thirds (2/3) in amount of the interest-holders of such class which actually voted, voted to

1 accept the Plan.

2 **7. Treatment of Non-Accepting Classes**

3 As noted above, even if all impaired classes do not accept
4 the proposed Plan, the Court may nonetheless confirm the Plan if
5 the nonaccepting classes are treated in the manner required by the
6 Code. The process by which nonaccepting classes are forced to be
7 bound by the terms of the Plan is commonly referred to as
8 "cramdown." The Code allows the Plan to be "crammed down" on
9 nonaccepting classes of claims or interests if it meets all
10 consensual requirements except the voting requirements of
11 1129(a)(8) and if the Plan does not "discriminate unfairly" and
12 is "fair and equitable" toward each impaired class that has not
13 voted to accept the Plan as referred to in 11 U.S.C. § 1129(b) and
14 applicable case law.

15 **8. Request for Confirmation Despite Non-Acceptance by**
16 **Impaired Classes**

17 The party proposing this Plan may ask the Court to confirm
18 this Plan by cramdown on impaired classes if any of these classes
19 do not vote to accept the Plan. As stated in section 7 above, the
20 Code allows the Plan to be "crammed down" on nonaccepting classes
21 of claims or interests if it meets all consensual requirements
22 except the voting requirements of 1129(a)(8) and if the Plan does
23 not "discriminate unfairly" and is "fair and equitable" toward
24 each impaired class that has not voted to accept the Plan as
25 referred to in 11 U.S.C. § 1129(b) and applicable case law.

26 In order for a plan to be considered "fair and equitable"
27 under Section 1129(b)(1), it must meet the following requirements:
28

- 1 • The plan must provide each class of creditors with at
- 2 least as much as they would receive under a Chapter 7
- 3 liquidation.
- 4 • The plan must not discriminate unfairly between
- 5 different classes of creditors.
- 6 • The plan must be feasible, meaning that it is likely
- 7 that the debtor will be able to carry out the plan.

8 If a plan meets these requirements, the court may confirm it
9 even if it is rejected by one or more classes of creditors. This
10 gives the debtor more flexibility in negotiating a plan that is
11 in the best interests of the company and its creditors.

12 **B. Liquidation Analysis**

13 Another confirmation requirement is the "Best Interest Test",
14 which requires a liquidation analysis. Under the Best Interest
15 Test, if a claimant or interest holder is in an impaired class and
16 that claimant or interest holder does not vote to accept the Plan,
17 then that claimant or interest holder must receive or retain under
18 the Plan property of a value not less than the amount that such
19 holder would receive or retain if the Debtor were liquidated under
20 Chapter 7 of the Bankruptcy Code.

21 In a Chapter 7 case, debtor's assets are usually sold by a
22 Chapter 7 trustee. Secured creditors are paid first from the sales
23 proceeds of properties on which the secured creditor has a lien.
24 Administrative claims are paid next. Next, unsecured creditors
25 are paid from any remaining sales proceeds, according to their
26 rights to priority. Unsecured creditors with the same priority
27 share in proportion to the amount of their allowed claim in
28

1 relationship to the amount of total allowed unsecured claims.
2 Finally, interest holders receive the balance that remains after
3 all creditors are paid, if any.

4 For the Court to be able to confirm this Plan, the Court must
5 find that all creditors and interest holders who do not accept the
6 Plan will receive at least as much under the Plan as such holders
7 would receive under a Chapter 7 liquidation. Debtor maintains that
8 this requirement is met here due to the fact that Debtor's plan
9 proposes to pay all creditors in full.

10 Attached as Exhibit A is a copy of the list of assets as well
11 as the liquidation analysis.

12 **C. Feasibility**

13 Another requirement for confirmation involves the feasibility
14 of the Plan, which means that confirmation of the Plan is not
15 likely to be followed by the liquidation, or the need for further
16 financial reorganization, of the Debtor or any successor to the
17 Debtor under the Plan, unless such liquidation or reorganization
18 is proposed in the Plan.

19 There are at least two important aspects of a feasibility
20 analysis. The first aspect considers whether the Debtor will have
21 enough cash on hand on the Effective Date of the Plan to pay all
22 the claims and expenses which are entitled to be paid on such
23 date. The Debtor will have sufficient funds available from its
24 rental income. See attached income and expense projections which
25 attached as Exhibit B.

26 The second aspect considers whether the Debtor will have
27 enough cash over the life of the Plan to make the required Plan
28

1 payments.

2 The Debtor has provided financial statements which include
3 projected financial information as well as historical financial
4 information. Please refer to Exhibit B for the relevant financial
5 statements.

6 YOU ARE ADVISED TO CONSULT WITH YOUR ACCOUNTANT OR FINANCIAL
7 ADVISOR IF YOU HAVE ANY QUESTIONS PERTAINING TO THESE FINANCIAL
8 STATEMENTS.

9 **V.**

10 **EFFECT OF CONFIRMATION OF PLAN**

11 **A. Discharge**

12 If the Debtor's Plan is confirmed under § 1191(a), on the
13 effective date of the Plan, the Debtor will be discharged from any
14 debt that arose before confirmation of this Plan, to the extent
15 specified in § 1141(d)(1)(A) of the Code, except that the Debtor
16 will not be discharged of any debt:

17 (i) imposed by this Plan; or

18 (ii) to the extent provided in § 1141(d)(6).

19 If the Debtor's Plan is confirmed under § 1191(b),
20 confirmation of this Plan does not discharge any debt provided for
21 in this Plan until the court grants a discharge on completion of
22 all payments due within the first 3 years of this Plan, or as
23 otherwise provided in § 1192 of the Code. The Debtor will not be
24 discharged from any debt:

25 (i) on which the last payment is due after the first 3 years
26 of the plan, or as otherwise provided in § 1192;
27
28

1 or

2 (ii) excepted from discharge under § 523(a) of the Code,
3 except as provided in Rule 4007(c) of the Federal Rules of
4 Bankruptcy Procedure.

5 **B. Revesting of Property in the Debtor**

6 Except as provided elsewhere in the Plan, the confirmation of
7 the Plan revests all of the property of the estate in the Debtor.

8 **C. Modification of Plan**

9 The Debtor of the Plan may modify the Plan at any time before
10 confirmation. However, the Court may require revoting on the
11 Plan.

12 If a plan has been confirmed under section 1191(a) of this
13 title, the debtor may modify the plan at any time after
14 confirmation of the plan and before substantial consummation of
15 the plan, but may not modify the plan so that the plan as modified
16 fails to meet the requirements of sections 1122 and 1123 of this
17 title, with the exception of subsection (a)(8) of such section
18 1123. The plan, as modified under this subsection, becomes the
19 plan only if circumstances warrant the modification and the court,
20 after notice and a hearing, confirms the plan as modified under
21 section 1191(a) of this title.

22 If a plan has been confirmed under section 1191(b) of this
23 title, the debtor may modify the plan at any time within 3 years,
24 or such longer time not to exceed 5 years, as fixed by the court,
25 but may not modify the plan so that the plan as modified fails to
26 meet the requirements of section 1191(b) of this title. The plan
27 as modified under this subsection becomes the plan only if
28

1 circumstances warrant such modification and the court, after
2 notice and a hearing, confirms such plan, as modified, under
3 section 1191(b) of this title.

4 **D. Post-Confirmation Status Report**

5 Within 120 days of the entry of the order confirming the
6 Plan, Debtor shall file a status report with the Court explaining
7 what progress has been made toward consummation of the confirmed
8 Plan unless the Court sets a post confirmation status conference
9 in which case debtor shall comply with applicable local bankruptcy
10 rules regarding deadlines for filing such a report. The status
11 report shall be served on the United States Trustee, the twenty
12 largest unsecured creditors, and those parties who have requested
13 special notice. Further status reports shall be filed every 120
14 days and served on the same entities.

15 **E. Quarterly Fees**

16 No quarterly fees are required for SubV cases.

17 **F. Post-Confirmation Conversion/Dismissal**

18 A creditor or party in interest may bring a motion to convert
19 or dismiss the case under § 1112(b), after the Plan is confirmed,
20 if there is a default in performing the Plan. If the Court
21 orders, the case converted to Chapter 7 after the Plan is
22 confirmed, then all property that had been property of the Chapter
23 11 estate, and that has not been disbursed pursuant to the Plan,
24 will revert in the Chapter 7, estate. The automatic stay will be
25 reimposed upon the revested property, but only to the extent that
26 relief from stay was not previously authorized by the Court during
27 this case.

1 The order confirming the Plan may also be revoked under very
2 limited circumstances. The Court may revoke the order if the order
3 of confirmation was procured by fraud and if the party in interest
4 brings an adversary proceeding to revoke confirmation within 180
5 days after the entry of the order of confirmation.

6 **G. Final Decree**

7 Once the estate has been fully administered as referred to in
8 Bankruptcy Rule 3022, the Debtor shall file a motion with the
9 Court to obtain a final decree to close the case.

10 **VI. SUPPORTING DECLARATION OF MICHAEL MOLLOY**

11 **VII. SUPPORTING EXHIBITS**

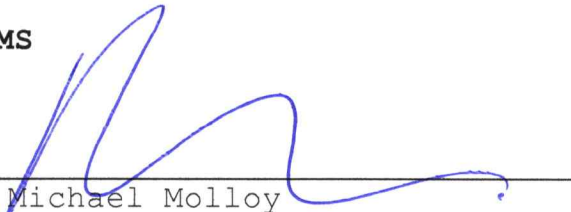
12 **EXHIBIT A - LIST OF ALL ASSETS AND LIQUIDATION ANALYSIS**

13 **EXHIBIT B - HISTORICAL AND PROJECTED INCOME AND EXPENSES**

14 **STATEMENTS**

15 **EXHIBIT C - LIST OF CLAIMS**

16
17 Dated: August 20, 2024

By: 
Michael Molloy
Secretary of Debtor and
Plan Proponent

18
19
20 Dated: August 20, 2024

By: /s/ Thomas B. Ure
Thomas B. Ure
General Counsel for Debtor and
Plan Proponent

DECLARATION OF MICHAEL MOLLOY

I, MICHAEL MOLLOY, declare:

1. I am the Secretary of Debtor in Chapter 11 case number 1:24-bk-10371-MB. As such, I have personal knowledge of the facts stated herein, and if called upon to testify thereto, I could and would do so competently and truthfully.
2. Attached as Exhibit A is a true and correct copy of Debtor's assets and their liquidation value.
3. Attached as Exhibit B is the Income and Expenses for March 2024 through July 2024 as well as projected cash flow from the projected effective date of the plan (October 2024) through the proposed 60 month plan term. I created the projections using the following data:
 - a. I looked at the historic performance of the company in order to determine an estimate for seasonal fluctuations in the business. The summer months are the busiest and generate the most revenue as our most significant revenue is from the air conditioning installation and service (including mini-split systems). We have a slight increase in the winter months due to portion of our business that generates revenue from installation and servicing of heating systems. The mild climate months historically have the lowest revenue;
 - b. Certain line items such as costs of inventory and equipment, lead generation costs, subcontractor payments, sales commissions, costs of permits are directly tied to revenue. During the mild climate months where business is slower, each of these expense items are also lower and this is also reflected in the projections;
 - c. The projections differ from past performance in a few categories. We moved our office to a smaller location and, as a result, now have lower monthly commercial lease payments and lower utilities. We also found less expensive insurance for both the general liability and the automobile coverage.
4. Attached as Exhibit C is a list of claims.

I declare under penalty of perjury according to the laws of the United States of America that the

1 foregoing is true and correct and that this Declaration is executed on this 20th day of August, 2024 at Los
2 Angeles, California.

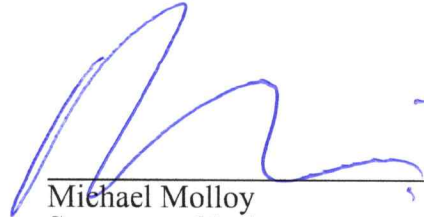
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6 Michael Molloy
7 Secretary of Debtor
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EXHIBIT A

EXHIBIT A
LIST OF ALL ASSETS AND
BASIS FOR LIQUIDATION VALUE OF ESTATE ASSETS
IN RE SOCIAL CLIMATE CONTROL & MECHANICAL, INC.
CASE NUMBER 1:24-bk-10371-MB

Description of Estate Asset	Value of Debtor's Share of Asset	Liens	Liquidation Value	Basis for Valuation
Bank accounts	\$20,609.09	\$0.00	\$20,609.09	Actual balances on petition
Accounts receivables on date of petition	\$483,267.33	\$340,315.27	\$142,952.06	Actual balances on petition
Office furniture	\$45,000.00	\$0.00	\$45,000.00	Value per debtor
Office equipment	\$150,000.00	\$0.00	\$150,000.00	Value per debtor'
2019 Ram Promaster 2500	\$25,852.00	\$35,738.94	\$9,886.94	Value per debtor; lien amount per Proof of Claim
2019 Ram Promaster 1500	\$21,846.00	\$33,413.67	\$11,567.67	Value per debtor; lien amount per Proof of Claim
2017 Ram Promaster	\$17,000.00	\$20,655.78	\$3,655.78	Value per debtor; lien amount per Proof of Claim
2019 Ford Transit	\$21,089.00	\$0.00	\$0.00	Value per debtor
2017 GMC Savanna	\$19,500.00	\$0.00	\$0.00	Value per debtor
2019 Chevy Silverado	\$14,000.00	\$5,200.01	\$0.00	Value per debtor
2002 Chevrolet Astro	\$14,000.00	\$0.00	\$14,000.00	Value per debtor
1994 GMC Topkick	\$15,000.00	\$0.00	\$15,000.00	Value per debtor
1968 Big Joe Hydraulic Lift	\$300.00	\$0.00	\$300.00	Value per debtor
2023 Noble Lift Forklift	\$6,400.00	\$5,610.53	\$789.47	Value per debtor; lien amount per Proof of Claim
Handmade Electric Lift	\$500.00	\$0.00	\$500.00	Value per debtor
Rotobrush air+	\$3,500.00	\$0.00	\$3,500.00	Value per debtor
Fogger	\$200.00	\$0.00	\$200.00	Value per debtor
www.socialclimatecontrol.com	\$5,000.00	\$0.00	\$5,000.00	Value per debtor
Contractor's License	\$2,000.00	\$0.00	\$2,000.00	Value per debtor
CRM Database	\$20,000.00	\$0.00	\$20,000.00	Value per debtor
ERTC - Tax Year 2020	\$112,243.44	\$0.00	\$112,243.44	

ERTC – Tax Year 2021	\$97,030.25	\$0.00	\$97,030.25	
Suppliers Rebates	\$85,000.00	\$0.00	\$85,000.00	
			\$739,234.70	

EXHIBIT B

Actual Company Performance

Socal Climate Control & Mechanical

	Apr-24	May-24	Jun-24	Jul-24
Cash receipts	\$541,558.28	\$559,441.27	\$516,424.83	\$791,575.71
Cash disbursements	\$492,473.26	\$617,592.88	\$460,548.12	\$897,738.91
Net cash flow	\$49,085.02	-\$58,151.61	\$55,876.71	-\$106,163.20

Social Climate Control & Mechanical

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Social Climate Control & Mechanical

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Social Climate Control & Mechanical

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EXHIBIT C - LIST OF CLAIMS

Date Filed	Claim #	Entry Detail 1	Priority	Secured	Unsecured
05/22/2024	23	TOYOTA INDUSTRIES COMMERCIAL FINANCE, INC.			\$5,610.53
05/17/2024	21	Silvia Ochoa			\$12,211.00
05/17/2024	22	Daikin Comfort Technologies Distribution Inc.		\$32,318.07	
05/17/2024	19	PREMIER AMERICA CREDIT UNION (2019 Ram Truck - VIN XX0592)		\$29,600.00	\$3,813.67
05/17/2024	18	PREMIER AMERICA CREDIT UNION (2019 Ram Truck - VIN xx5816)		\$27,450.00	\$8,288.94
05/17/2024	20	ODK Capital Inc. (ondeck)			\$80,805.48
05/16/2024	17	Byzfunder, LLC		\$169,806.25	
05/15/2024	15	Adolph Navarro			\$175,000.00
05/15/2024	16	Lennox Industries			\$10,909.66
05/09/2024	14	US Air Conditioning Distributors			\$1,742.93
05/06/2024	13	Custom Air Systems			\$500.00
05/01/2024	12	Ferguson Enterprises, LLC			\$46,475.81
04/29/2024	11	LOS ANGELES COUNTY TREASURER AND TAX COLLECTOR	\$359.81		
04/17/2024	10	Ally Bank c/o AIS Portfolio Services, LLC (2017 Ram Promaster - VIN xx9851)		\$15,471.00	\$5,184.78
04/17/2024	9	Service Spartan LLC			\$4,800.00
04/11/2024	8	INTERNAL REVENUE SERVICE	\$1,500.22		
04/05/2024	7	American Express National Bank			\$3,027.97
04/04/2024	6	Sirris Abatement			\$11,050.00
03/28/2024	3	Spectrum			\$355.49
03/28/2024	4	I Permit			\$50,984.93
03/28/2024	5	FRANCHISE TAX BOARD	\$26,940.05		\$1,761.58
03/18/2024	2	PAWNEE LEASING CORPORATION (2019 Ford - VIN 8920, 2017 GMC VIN 2551) DUPLICATE CLAIM		\$0.00	
03/15/2024	1	PAWNEE LEASING CORPORATION (2019 Ford - VIN 8920, 2017 GMC VIN 2551)		\$79,492.56	\$1.00
			\$28,800.08	\$354,137.88	\$422,523.77
		Unfiled/Undisputed Claims			
		ACPro		\$0.00	removed from plan
		Ally Financial (2019 Chevy Colorado)		\$5,200.01	removed from plan
		Premium Financing		\$0.00	moved from secured
		Rapid Duct		\$0.00	\$31,465.00 moved from secured
		Rapid Permit		\$0.00	\$5,815.95 moved from secured
		Sigler		\$0.00	\$66,615.24 moved from secured
		Tandem Financial (2017 GMC Savanna)		\$19,500.00	
		Bahr Safaei-Far			\$1,145.00
		Bank of America (PPP loan)			\$32,159.89
		Bank of America (credit card)			\$22,792.94
		Bank of America (credit card)			\$102,385.93
		Bank of America (credit card)			\$47,854.96
		Chevron			\$17,733.53
		David Posner			\$0.00
		Howard Ind.			\$4,225.08
		Jodie Shihadeh			\$175.00
		PurEco			\$675.00
		The E & C Company, Inc.			\$1,200.00
		The Holman Group			\$50,639.61
		Trever Pietsch			\$16,000.00
		WireMen Inc.			\$139.95
		WireMen Inc.			\$550.00
		WireMen Inc.			\$5,175.00
		WireMen Inc.		\$704.79	
				\$24,700.01	\$407,452.87
				\$378,837.89	\$829,976.64
		Disputed Claims			
		Delta aka Glofin		\$67,724.00	
		Gemaire/Heating & Cooling		\$0.00	
		Networkx		\$63,127.80	
		David Kay and Diane Kay			\$0.00
				\$130,851.80	\$0.00

In re: Socal Climate Control & Mechanical, Inc. Debtor(s).	CHAPTER: 11 CASE NUMBER: 1:24-bk-10371-MB
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PROOF OF SERVICE OF DOCUMENT

I am over the age of 18 and not a party to this bankruptcy case or adversary proceeding. My business address is:
8280 Florence Avenue, Suite 200
Downey, CA 90240

A true and correct copy of the foregoing document entitled (*specify*): **DEBTOR'S FIRST AMENDED CHAPTER 11 PLAN OF REORGANIZATION** will be served or was served (**a**) on the judge in chambers in the form and manner required by LBR 5005-2(d); and (**b**) in the manner stated below:

1. TO BE SERVED BY THE COURT VIA NOTICE OF ELECTRONIC FILING (NEF): Pursuant to controlling General Orders and LBR, the foregoing document will be served by the court via NEF and hyperlink to the document. On 8/20/2024, I checked the CM/ECF docket for this bankruptcy case or adversary proceeding and determined that the following persons are on the Electronic Mail Notice List to receive NEF transmission at the email addresses stated below:

Russell Clementson russell.clementson@usdoj.gov
Gregory Kent Jones (TR) gjones@sycr.com,
smjohnson@sycr.com;C191@ecfbis.com;cpesis@stradlinglaw.com
Raffi Khatchadourian raffi@hemar-rousso.com
Garry A Masterson BnkEcf-CA@weltman.com, gmasterson@weltman.com
Amitkumar Sharma amit.sharma@aisinfo.com
United States Trustee (SV) ustpregion16.wh.ecf@usdoj.gov
Thomas B Ure tom@urelawfirm.com, urelawfirm@jubileebk.net;tom@ecf.courtdrive.com

☐ Service information continued on attached page

2. SERVED BY UNITED STATES MAIL:

On 8/20/2024, I served the following persons and/or entities at the last known addresses in this bankruptcy case or adversary proceeding by placing a true and correct copy thereof in a sealed envelope in the United States mail, first class, postage prepaid, and addressed as follows. Listing the judge here constitutes a declaration that mailing to the judge will be completed no later than 24 hours after the document is filed.

☒ Service information continued on attached page

3. SERVED BY PERSONAL DELIVERY, OVERNIGHT MAIL, FACSIMILE TRANSMISSION OR EMAIL (state method for each person or entity served): Pursuant to F.R.Civ.P. 5 and/or controlling LBR, on _____, I served the following persons and/or entities by personal delivery, overnight mail service, or (for those who consented in writing to such service method), by facsimile transmission and/or email as follows. Listing the judge here constitutes a declaration that personal delivery on, or overnight mail to, the judge will be completed no later than 24 hours after the document is filed.

☐ Service information continued on attached page

I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct.

8/20/2024
Date

Yolanda Segura
Printed Name

/s/ Yolanda Segura
Signature

Label Matrix for local noticing
0973-1

Case 1:24-bk-10371-MB

Central District of California
San Fernando Valley
Tue Aug 20 16:32:41 PDT 2024

San Fernando Valley Division
21041 Burbank Blvd,
Woodland Hills, CA 91367-6606

Ally Bank, c/o AIS Portfolio Services, LLC
Main Document Page 50 of 52
4515 N Santa Fe Ave. Dept. APS
Oklahoma City, OK 73118-7901

ACPro
11700 Industry Ave.
Fontana, CA 92337-6934

Socal Climate Control & Mechanical, Inc.
PO Box 4087
Chatsworth, CA 91313-4087

Adolph Navarro
7353 Alabama Avenue
Canoga Park, CA 91303-1303

Ally Financial
P.O. Box 380901
Minneapolis, MN 55438-0901

American Express
P.O. Box 0001
Los Angeles, CA 90096-0001

American Express National Bank
c/o Becket and Lee LLP
PO Box 3001
Malvern PA 19355-0701

Bahr Safaei-Far
20155nKeswick Street #104
Winnetka, CA 91306-2575

Bank of America
P.O. Box 17054
Wilmington, DE 19884-0001

Business Card
P.O. Box 15796
Wilmington, DE 19886-5796

(p)BYZFUNDER
ATTN BYZFUNDER NY LLC
530 7TH AVE FLOOR M1
NEW YORK NY 10018-4878

Byzfunder NY, LLC
P.O. Box 356
Cedarhurst, NY 11516-0356

Chevron
P.O. Box 639
Portland, ME 04104-0639

CloudFund LLC and its servicer,
Delta Bridge Funding LLC
19505 Biscayne Blvd Ste 2350
Aventura, FL 33180-3648

Corporation Service Company
P.O. Box 2576
Springfield, IL 62708-2576

Custom Air Systems
4505 Industrial St
2E
Simi Valley, CA 93063-3459

Daikin Comfort Technologies Distribution Inc
c/o Jeff Carruth
Weycer Kaplan Pulaski Zuber P.C.
2608 Hibernia St. Ste 105
Dallas, TX 75204-2514

Daikin/ Goodman
Daikin Comfort Technologies
Distribution Inc.
19001 Kermier Road
Waller, TX 77484-8810

David Kay and Diane Kay
c/o Law Offices of Hedy Zhang
Attn: Hedy Zhang
1820 Butler Avenue #5
Los Angeles, CA 90025-5463

David Posner
17545 Embassy Drive
Encino, CA 91316-2517

FRANCHISE TAX BOARD
BANKRUPTCY SECTION MS A340
PO BOX 2952
SACRAMENTO CA 95812-2952

Ferguson Enterprises, LLC
2750 South Towne Avenue
Pomona, CA 91766-6205

Franchise Tax Board
Special Procedures
P.O. Box 2952
Sacramento, CA 95812-2952

Gemaire/ Heating & Cooling
1525 NW 3rd St., A21
Deerfield Beach, FL 33442-1669

Howard Ind.
36 Howard Drive
Ellisville, MS 39437-9020

I Permit
31225 La Baya Dr #213
Thousand Oaks, CA 91362-6333

INTERNAL REVENUE SERVICE
P.O. BOX 7346
PHILADELPHIA, PA 19101-7346

Jodie Shihadeh
12213 Hilslope Street
Studio City, CA 91604-3604

(p)LOS ANGELES COUNTY TREASURER AND TAX COLLE
ATTN BANKRUPTCY UNIT
PO BOX 54110
LOS ANGELES CA 90054-0110

Lennox Industries
c/o Jonathan Neil & Associates, Inc.
P.O. Box 7000
Tarzana, CA 91357-7000

Lennox Industries Inc.
2100 Lake Park Blvd.
Richardson, TX 75080-2254

Levelset/Procore
6309 Carpinteria Ave.
Carpinteria, CA 93013-2924

Networkx
3399 Peachtree Road NE Suite 800
Atlanta, GA 30326-2832

ODK Capital, Inc.
1400 Broadway
New York, NY 10018-5300

On Deck
4700 W. Daybreak Pkwy, Suite 200
South Jordan, UT 84009-5133

(p)PAWNEE LEASING CORPORATION ATTN SANDI CAR
3801 AUTOMATION WAY
STE 207
FORT COLLINS CO 80525-5735

PREMIER AMERICA CREDIT UNION
19867 Prairie Street
Chatsworth, CA 91311-6504

Premier America
19867 Praire Street
Chatsworth, CA 91311-6504

Premier America
19867 Prairie Street
Chatsworth, CA 91311-6504

Premium Finance Agreement
Westlake Risk & Ins. Services, LLC
2659 Townsgate Road Suite 103
Westlake Village, CA 91361-2761

PurEco
9740 Variel Avenue
Chatsworth, CA 91311-4314

Rapid Duct
401 N Verdugo Road., Suite C
Glendale, CA 91206-5236

Rapid Permit Inc.
1010 E Mountain St.
Glendale, CA 91207-1814

Service Spartan LLC
3534 Royal Ave, Simi Valley, CA 93063
Simi Valley, CA 93063

Shanna M. Kaminski
P.O. Box 247
Grass Lake, MI 49240-0247

Sigler
9702 West Tonto Street
P.O. Box 920
Tolleson, AZ 85353-0920

Silvia Ochoa
1230 N Horward St.
Glendale, CA 91207-1435

Sirris Abatement
12303 Woodruff Ave.
Downey, CA 90241-5609

(p)U S SMALL BUSINESS ADMINISTRATION
312 N SPRING ST 5TH FLOOR
LOS ANGELES CA 90012-4701

Spectrum
1600 Dublin Rd
Columbus, OH 43215-2098

TOYOTA INDUSTRIES COMMERCIAL FINANCE, INC.
c/o Weltman, Weinberg, and Reis Co., L.P
965 Keynote Circle
Brooklyn Heights, OH 44131-1829

Tandem Financial
PLC Equipment Finance Fund
3801 Automation Way Suite 207
Fort Collins, CO 80525-5735

The E & C Company, Inc.
1336 Moorpark Road, #327
Thousand Oaks, CA 91360-5224

The Holman Group
8501 Fallbrook Avenue
Canoga Park, CA 91304-3234

Toyota Industries
Commercial Finance, Inc.
P.O. Box 660926
Dallas, TX 75266-0926

Trever Pietsch
8500 OMelveny Avenue
Sun Valley, CA 91352-3844

Triad Management Systems, Inc.
21201 Victory Blvd., Suite 255
Canoga Park, CA 91303-4043

US Air Conditioning Distributors
16900 Chestnut St
City of Industry CA 91748-1012

USAir
9250 Owensmouth Ave.
Chatsworth, CA 91311-5853

United States Trustee (SV)
915 Wilshire Blvd, Suite 1850
Los Angeles, CA 90017-3560

WireMen Inc.
7354 Maynard Ave.
West Hills, CA 91307-2108

Gregory Kent Jones (TR)
Stradling Yocca Carlson & Rauth
10100 N. Santa Monica Blvd., Suite 1400
Los Angeles, CA 90067-4140

Thomas B Ure
Ure Law Firm
8280 Florence Avenue
Suite 200
90240
Downey, CA 90240-3950

The preferred mailing address (p) above has been substituted for the following entity/entities as so specified
by said entity/entities in a Notice of Address filed pursuant to 11 U.S.C. 342(f) and Fed.R.Bank.P. 2002 (g) (4).

Byzfunder
GBR Funding West, Inc
530 7th Avenue Ste 505
New York, NY 10018

LOS ANGELES COUNTY TREASURER AND TAX COLLECT
ATTN: BANKRUPTCY UNIT
PO BOX: 54110
LOS ANGELES, CA 90054-0110

PAWNEE LEASING CORPORATION
3801 AUTOMATION WA STE 207
FORT COLLINS, CO 80525

Small Business Administration
Attn General Counsel
312 North Spring St.
Los Angeles, CA 90012

The following recipients may be/have been bypassed for notice due to an undeliverable (u) or duplicate (d) address.

(u)Courtesy NEF

(u)Toyota Industries Commercial Finance, Inc.

(u)Ure Law Firm

(d)Ally Bank c/o AIS Portfolio Services, LLC
4515 N. Santa Fe Ave. Dept. APS
Oklahoma City, OK 73118-7901

(u)Grey Stone Financial LLC

End of Label Matrix
Mailable recipients 64
Bypassed recipients 5
Total 69